

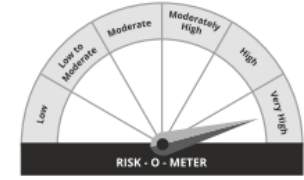
TATA YOUNG CITIZENS FUND– NOVEMBER 2021 UPDATE

An open ended fund for investment for children having a lock-in for at least 5 years or till the child attains age of majority (whichever is earlier)

This product is suitable for investors who are seeking*:

- Long Term Capital Appreciation by investing predominantly in equity & equity related instruments.

***Investors should consult their financial advisors if in doubt about whether the product is suitable for them**



RISK - O - METER
Investors understand that their principal will be at Very High Risk

Mutual Fund investments are subject to market risk, read all scheme documents carefully

Fund Snapshot

Benchmark	S&P BSE 200 TRI
AUM	Rs. 281.20 Crores
Inception Date	14 th October 1995
Expense Ratio	Reg: 2.58 Direct: 2.03
No of Holdings	46
Fund Manager	Amey Sathe (Managing since (20th April 2020)

Fund Statistics

Statistic	Portfolio	Benchmark
Std. Deviation	19.32	21.60
Beta (Slope)	0.88	1.00
R (squared)	0.97	1.00
Sharpe	0.27	0.25
Treynor	1.72	1.54
Jenson	0.16	NA

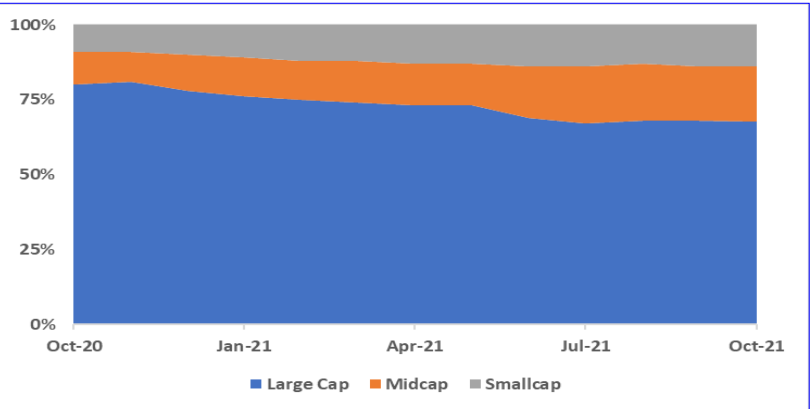
About the Fund

As a responsible Parent, Guardian or well wisher, you are always willing to take steps today so that your little ones get to see a better tomorrow. Be it basic education, the most coveted foreign degree, a dream marriage, a diligent and loving parent desires to provide enough financial security for each milestone in a child's life. A little bit of careful planning, regular saving and consistent investing today is what is required so that you can take care of these future needs without worrying too much.

Market Capitalization-wise Exposure

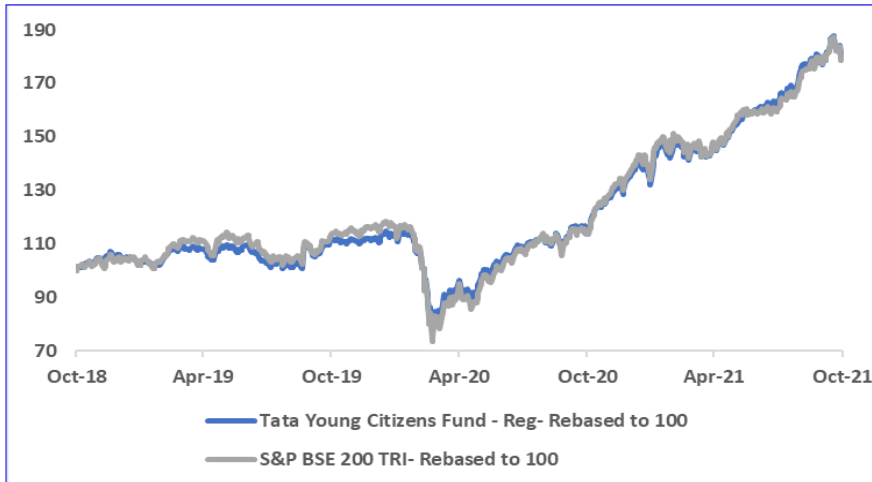
Large Cap	67.67%
Midcap	18.49%
Smallcap	13.84%

Market Cap Movement of the Portfolio



Large Cap: 1st -100th company in terms of full market capitalization
Midcap: 101st -250th company in terms of full market capitalization
Small Cap: 251st company onwards in terms of full market capitalization

NAV Movement of the Fund



Top 10 Holdings

Stock	Allocation
ICICI BANK LTD.	8.01%
RELIANCE INDUSTRIES LTD.	6.95%
HDFC BANK LTD.	5.83%
INFOSYS LTD.	5.26%
TATA CONSULTANCY SERVICES LTD.	3.92%
KOTAK MAHINDRA BANK LTD.	3.19%
TITAN COMPANY LTD.	3.09%
HDFC LTD.	2.75%
BHARTI AIRTEL LTD.	2.35%
WIPRO LTD.	2.33%

Top 5 Sectors

Financial Services	Information Technology	Consumer Goods	Oil & Gas	Pharmaceuticals
29.99%	17.08%	15.87%	9.14%	7.63%

Portfolio Construction*

- **Portfolio Size:** Currently the portfolio contains 46 stocks. The fund generally holds a diversified portfolio of 35-45 stocks.
- **Lock-in Feature:** The Lock-in feature encourages investors to look beyond near-term volatility and stay invested in the fund and benefit from compounded growth.
- **Portfolio Turnover:** The fund manager prefers to buy and hold onto compounding stocks over the medium to long term.
- **Market Cap Allocations:** The fund is generally dominated by large caps, with significant allocations to mid and smallcaps.

*Current portfolio construction strategy, and is subject to change in the future

Outlook for Equity Markets

Short Term Outlook: 6-9 Months

- Despite the impact of second wave and a semi lockdown environment, corporate profitability has stood its ground. The estimates for profit growth on an aggregate level have managed to inch up. The Indian corporate sector has absorbed the first and second wave impact fully
- With the festival season upon us and strong fundamentals across sectors (Banking, Pharma, Real Estate, Capital Goods, Commodities, IT), it seems like a positive trajectory ahead for the economy.
- We are going into second half with positive expectations in terms of growth corporate profitability, pick up in capital expenditure cycle and pick up in tax revenue

Our view is broadly constructive on the market with some caution warranted in the small cap segment. We currently do not see any signs that make us cautious from a cycle perspective

- We are coming off a slow growth period of many years. Thus, there is no over-heating of the economy yet.
- Corporate balance sheets have been repaired over the last decade, and as a result, there are no signs of excessive leverage or over-capacity in most sectors.
- At a retail level, while borrowings have gone up, there are no signs of over-leveraging yet.
- Potential revival in the private capex cycle along with real estate recovery can lead to a virtuous cycle, which has been absent in the last decade.
- While valuations are above average, they remain well supported by the low bond yields.

Portfolio Positioning

The bulk of the portfolio is in sectors such as Financial Services, Information Technology, Consumer Goods, Oil & Gas and Pharma making up ~80% of the portfolio. The fund manager prefers companies that : a) have a long runway for growth b) Businesses that have the potential to give compounded returns over the long term c) Reasonably valued companies with the potential to see a re-rating in valuations. The fund manager also generally prefers companies with lower leverage. Several companies in the portfolio have very low debt or are debt-free.

Financial Services (~28% of the Portfolio)

The fund holds significant allocations in Large private sector banks (~19% of the portfolio), along with holdings in smaller private sector banks (~2%) along with ~3% in an HFC. The fund also holds positions in Life and General Insurance Companies and an Asset Management Company (~4% of the portfolio.)

Information Technology (~17% of the Portfolio)

Positions in the sector are dominated by large cap IT services companies with a large overseas presence, with the balance in midcap stocks.

Consumer Goods (~15% of the Portfolio)

Positions in the sector are primarily in consumer non-durables (~10% of the portfolio), with the balance in consumer non-durables. The fund manager has added select stocks in this portfolio due to their growth prospects are well are reasonable valuations.